



**Ninety-Ninth Legislature - First Session - 2005**  
**Committee Statement**  
**LB 456**

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**Hearing Date:** January 27, 2005

**Committee On:** Revenue

**Introducer(s):** (Hudkins)

**Title:** Change motor fuel tax rates and allocate funds for city, county, and municipal county roads

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**Roll Call Vote – Final Committee Action:**

Advanced to General File

Advanced to General File with Amendments

X Indefinitely Postponed

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**Vote Results:**

7	Yes	Senators Connealy, Cornett, Janssen, Landis, Preister, Raikes and Redfield
0	No	
1	Present, not voting	Senator Baker
0	Absent	

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**Proponents:**

Senator Carol Hudkins  
Larry Dix  
Don Thomas  
Rick Meter

Lynn Rex  
Terry King

**Opponents:**

Mike Hybl  
  
Tim Keigher

**Neutral:**

Bruce Bohrer

**Representing:**

Introducer  
Nebraska Association of County Officials  
Lancaster County Engineering Department  
Scotts Bluff County, NACO, NE Assn. of County Engineers, Surveyors & Highway Superintendents  
League of Nebraska Municipalities  
NE Chapter Associated General Contractors

**Representing:**

Nebraska Trucking Association and  
Nebraska State Chamber of Commerce  
Nebraska Petroleum Marketers & Conven. Store Assn. & NE New Car & Truck Dealers Assn.

**Representing:**

Lincoln Chamber of Commerce

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**Summary of purpose and/or changes:**

LB 456 would have amended sections 66-4,145 (excise tax), 66-4,146 (use tax), and 66-6,109 (compressed fuel tax), to increase the tax levied for cities and counties from two cents to four cents. Section 3 amended section 66-4,148 to restrict the use of the money distributed from the Highway Allocation Fund to road and street construction purposes, rather than the more general road and street purposes. The distribution formula for the two cents currently levied would not have been changed by LB 456. However, the proceeds from the 2 cent increase would have been distributed equally to cities and counties per capita for street construction purposes. The bill was to be operative October 1, 2005.

**Explanation of amendments, if any:**

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**Senator David Landis, Chairperson**